

# **Ness County**

8/31/2020

#### Background Statistics<sup>1</sup>

Number of farms: 523

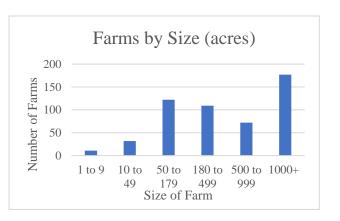
Average size: 1,278 acres

Land in farms: 668,404 acres

Average value of products sold per farm: \$116,217

Average net cash farm income per farm: \$40,830

1: Data from USDA 2017 Census of Agriculture



# Estimated Economic Contribution of Agriculture and Agriculture Related Sectors to the Ness County Economy

## Methodology

The estimated economic contribution of agriculture and agriculture related sectors was computed using the most recent IMPLAN data available (2018) adjusted for 2020. The IMPLAN modeling system was used to calculate the results of this analysis. The IMPLAN model was constructed so that double counting was avoided. For this report, 17 of the 71 agriculture and agriculture related sectors in Kansas were identified and analyzed to determine their overall contribution to the Ness County economy.

#### Results

These 17 sectors have a total direct output of approximately \$107.8 million and account for 570 jobs in Ness County. Running the model for all 17 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Ness County Economy							
Contribution Type	Employment	% Employment	Total Value Added	% of Gross Regional Product	Output		
Direct Effect	570	22%	\$24,100,000	18%	\$107,800,000		
Indirect Effect	86	3%	\$6,500,000	5%	\$16,400,000		
Induced Effect	51	2%	\$3,600,000	3%	\$6,800,000		
Total Effect	707	27%	\$34,300,000	25%	\$131,000,000		

**NOTE:** Individual effects may not equal the total effect due to rounding.

As shown in the above table, agriculture, food, and food processing sectors support a total of **707 jobs**, or **27%** of the entire workforce in the county. The total final sales of all products in these sectors is approximately **\$131.0 million**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of Gross Regional Product (GRP). Total value added by the 17 agriculture, food, and food processing sectors is approximately \$34.3 million, or 25% of the GRP.

# **Top Ten Sectors by Employment**

Out of the agriculture and agriculture related sectors, beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming is the top employer with **371 jobs**. This table also illustrates the top ten sectors by total employment, including direct, indirect, and induced effects in Ness County.

Sector	Total Employment
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	371
Grain farming	112
Animal production, except cattle and poultry and eggs	47
Truck transportation	21
Wholesale - Other nondurable goods merchant wholesalers	19
Veterinary services	12
All other crop farming	10
Services to buildings	9
Farm machinery and equipment manufacturing	7
Oil and gas extraction	7

## **Top Ten Sectors by Output**

This table shows how much revenue is generated in other sectors by having a strong agriculture industry, including direct, indirect, and induced effects. The beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top contributor, with approximately \$52.9 million to the Ness County economy.

Sector	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	\$52,900,000
Grain farming	\$39,500,000
Animal production, except cattle and poultry and eggs	\$7,900,000
Wholesale - Other nondurable goods merchant wholesalers	\$5,200,000
Truck transportation	\$3,700,000
Farm machinery and equipment manufacturing	\$3,000,000
Owner-occupied dwellings	\$2,100,000
Oil and gas extraction	\$2,000,000
Animal, except poultry, slaughtering	\$1,600,000
Monetary authorities and depository credit intermediation	\$1,000,000

#### **All Direct Sectors**

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Ness County economy. IMPLAN sectors are assigned based on North American Industry Classification System (NAICS) codes. Generally, this analysis includes three categories; production, manufacturing/processing, and services. Note that this analysis does not include wholesale or retail sales of final products, or ethanol production.

Sector	Total Output	<b>Total Employment</b>
Beef cattle ranching and farming, including feedlots and dual- purpose ranching and farming	\$52,932,696.66	370.59
Grain farming	\$39,487,978.87	111.72
Animal production, except cattle and poultry and eggs	\$7,865,540.99	47.16
Farm machinery and equipment manufacturing	\$3,005,687.37	7.49
Animal, except poultry, slaughtering	\$1,592,719.16	2.31
Veterinary services	\$750,324.00	11.81
Support activities for agriculture and forestry	\$423,127.34	5.10
All other crop farming	\$404,877.96	9.80
Other animal food manufacturing	\$402,793.33	0.38
Poultry and egg production	\$261,284.87	0.25
Oilseed farming	\$233,099.04	0.20
Bread and bakery product, except frozen, manufacturing	\$161,317.23	1.34
Frozen cakes and other pastries manufacturing	\$107,771.99	1.34
Other snack food manufacturing	\$79,890.03	0.16
Roasted nuts and peanut butter manufacturing	\$63,664.20	0.16
Commercial logging	\$13,449.30	0.16
Forestry, forest products, and timber tract production	\$10,053.96	0.16

The following terms are used throughout the results shown in this report:

- **Direct effect**: the contribution from agricultural and food products
- **Indirect effect**: the contribution from farms and agricultural businesses purchasing inputs from supporting industries within the state
- **Induced effect**: the contribution from employees of farms, agricultural businesses, and supporting industries spending their wages on goods and services within the state
- Value added = labor income + indirect business taxes + other property type income
- Gross Regional Product = final demand of households + government expenditures + capital + exports imports institutional sales
- **Output** = intermediate inputs + value added
- **Employment**: full-time/part-time annual average i.e., 1 job lasting 12 months = 2 jobs lasting 6 months each = 3 jobs lasting 4 months each. A job is neither full-time nor part-time.
- Due to confidentiality policies that exist within several agencies from which IMPLAN collects their data, some sectors in some regions may not have all data available.

For more information, contact the Division of Agricultural Marketing, Advocacy and Outreach Agency Economist 785-564-6726

